

**CITY OF BISMARCK
EMPLOYEES PENSION FUND
State Investment Board
Balance Sheet
As of 11/30/2008**

	As of <u>11-30-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 9,903,797	\$ 14,931,773
INTERNATIONAL EQUITIES	4,220,610	5,751,631
DOMESTIC FIXED INCOME	15,535,522	18,366,334
INTERNATIONAL FIXED INCOME	3,959,819	4,731,544
REAL ESTATE	5,018,174	5,375,053
ALTERNATIVE INVESTMENTS	289,130	303,817
INVESTED CASH (NOTE 1)	<u>343,927</u>	<u>177,709</u>
 TOTAL INVESTMENTS	 39,270,979	 49,637,861
 RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>44,505</u>	<u>82,703</u>
 TOTAL RECEIVABLES	 44,505	 82,703
 OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	520,613	917,267
 TOTAL ASSETS	 <u>\$ 39,836,097</u>	 <u>\$ 50,637,831</u>
 LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	520,613	917,267
INVESTMENT EXPENSE PAYABLE	<u>67,240</u>	<u>67,832</u>
 TOTAL LIABILITIES	 587,853	 985,099
 NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	49,652,732	51,545,555
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>(10,404,488)</u>	<u>(1,892,823)</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>39,248,244</u>	 <u>49,652,732</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 39,836,097</u>	 <u>\$ 50,637,831</u>

**CITY OF BISMARCK
EMPLOYEES PENSION FUND
State Investment Board
Profit and Loss Statement
For the Month Ended 11/30/2008**

	Month Ended <u>11-30-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 81,252	\$ 465,420
SECURITIES LENDING INCOME	<u>1,059</u>	<u>8,130</u>
	82,311	473,550
 GAIN ON SALE OF INVESTMENTS	 2,613,129	 4,311,296
LOSS ON SALE OF INVESTMENTS	<u>4,137,786</u>	<u>6,771,399</u>
 NET GAINS (LOSSES) INVESTMENTS	 (1,524,657)	 (2,460,103)
 INVESTMENT EXPENSES	 25,135	 102,704
SECURITIES LENDING EXPENSES	408	5,791
 NET INVESTMENT INCOME	 (1,467,889)	 (2,095,048)
 NET APPREC (DEPREC) MARKET VALUE	 (517,788)	 (8,326,144)
MISCELLANEOUS INCOME/(EXPENSE)	<u>1,813</u>	<u>16,704</u>
 TOTAL INVESTMENT INCOME	 <u>(1,983,864)</u>	 <u>(10,404,488)</u>
 NET INCREASE (DECREASE)	 <u>\$ (1,983,864)</u>	 <u>\$ (10,404,488)</u>

CITY OF BISMARCK
EMPLOYEES PENSION FUND
Notes To Financial Statements
November 30, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.